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**ANNUAL AUDITED REPORT
FORM X-17A-5
PART III**

**FACING PAGE
Information Required of Brokers and Dealers Pursuant to Section 17 of the
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING 07/01/2001 AND ENDING 06/30/2002
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER:
PALMIERI, ANGNARDO CO., INC.
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
140 EAST 95TH STREET

OFFICIAL USE ONLY
FIRM I.D. NO.

NEW YORK NEW YORK 10128
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
ANTHONY P. ANGNARDO (330) 652-2074
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*
PETER A. FOLEY

771 HWY 34 MATAWAN NEW JERSEY 07747
(Address) (City) (State) (Zip Code)

CHECK ONE:

- ☒ Certified Public Accountant
- ☐ Public Accountant
- ☐ Accountant not resident in United States or any of its possessions.

PROCESSED
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*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

SEC 1410 (06-02)

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

I, ANTHONY P. ANGNARDO, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of PALMIERI, ANGNARDO CO., INC., as of JUNE 30, 2002, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

NONE

Anthony P. Angnardo
Signature

CHIEF EXECUTIVE OFFICER

Title

Denise Pregibon
Notary Public

8-26-02



DENISE PREGIBON, Notary Public
State of Ohio
My Commission Expires June 10, 2003

This report ** contains (check all applicable boxes):

- ☒ (a) Facing Page.
- ☒ (b) Statement of Financial Condition.
- ☐ (c) Statement of Income (Loss).
- ☐ (d) Statement of Changes in Financial Condition.
- ☐ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- ☐ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☐ (g) Computation of Net Capital.
- ☐ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☐ (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- ☐ (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-3 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☐ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☒ (l) An Oath or Affirmation.
- ☐ (m) A copy of the SIPC Supplemental Report.
- ☐ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

**For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

Palmieri, Angnardo & Co., Inc.
Statement of Financial Condition
Year ended June 30, 2002

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Peter A. Foley

CERTIFIED PUBLIC ACCOUNTANT

771 Hwy 34, Matawan, NJ 07747

Phone: (732) 290-9444 Fax: (732) 290-0521

Report of Independent Auditors

The Board of Directors of
Palmieri, Angnardo & Co., Inc.

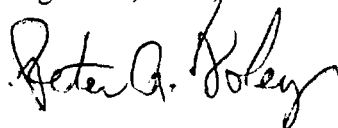
We have audited the accompanying statement of financial condition of Palmieri, Angnardo & Co., Inc. as of June 30, 2002, and the related statements of income, changes in stockholder's equity, and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Palmieri, Angnardo & Co., Inc. , and the results of its operations and its cash flows for the year then ended in conformity with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental information is presented for purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by Rule 17a-5 of the Securities and Exchange Commission. Such information has been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

August 22, 2002,



Palmieri, Angnardo & Company, Inc.

Statement of Financial Condition

June 30, 2002

Assets

Cash and cash equivalents	\$	18,236
Receivables:		
Brokers, dealers and clearing organizations		7,201
Total Assets		<u>25,437</u>

Liabilities

Payables:		
Brokers and dealers		780
Accrued expenses and other liabilities		9,885
Total Liabilities		<u>10,665</u>

Stockholder's equity

Common stock- no par value, 100 shares authorized; 100 shares issued and outstanding		14,775
Paid-in capital		-
Retained earnings		(3)
Total stockholder's equity		<u>14,772</u>

Total Liabilities and Stockholder's Equity

\$	<u>25,437</u>
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See accompanying notes.

Palmieri, Angnardo & Co., Inc.
Notes to Financial Statements
June 30, 2002

1. Organization and Nature of Business

Palmieri, Angnardo & Co., Inc. (the "Company"), is a broker-dealer registered with the Securities and Exchange Commission (SEC) and is a member of the National Association of Securities Dealers (NASD). The company is a State of New York Corporation.

2. Significant Accounting policies

Basis of Presentation

The Company operates its business as an introducing broker using a clearing corporation as the "Carrying broker". The carrying broker is responsible for all regulatory requirements for customer's accounts since customers of the introducing broker are considered the carrying brokers' customers.

15c3-3 Exemption

The company operates under the exeampptive provisions of the SEC reserve requirements for broker-dealers under Rule 15c3-3 (k)(2)(ii), since All customer transactions are cleared through **Mesirow Financial** (another broker-dealer) on a fully disclosed basis.

Statement of cash flows

For purposes of the Statement of Cash Flows, the Company has defined cash equivalents as highly liquid investments, with original maturates of less than ninety days, that are held for sale in the ordinary course of business.

3. Net Capital Requirements

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (SEC rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital both as defined, shall not exceed 15 to 1(or 8 to 1 of its net capital for 12 months after commencing business as a broker or dealer)(and the rule of the "applicable" exchange also provides that equity capital may not be withdrawn or cash dividends paid if the resulting net capital ratio would exceed 10 to 1). At June 30, 2002, the Company had net capital of \$11,053, which was \$6,053 in excess of its required net capital of \$5,000. The Company's net capital ratio was 0.96 to 1 .

Palmieri, Angnardo & Co., Inc.

Notes to Financial Statements (continued)

4. Transactions with Parent and Affiliates

The Company had significant transactions with its affiliates at values determined on an agreed upon basis. DPAA Corp. and or The Ultimate Team Tennis League Inc., provide assistance to the Company by paying substantially all of the Company's monthly expenses. The affiliates bill the Company for expenses incurred. Payments to affiliates are not made in the event the company's net capital falls below the required minimum net capital. As of June 30, 2002 the total paid to affiliates was \$ 95,526.

5. Receivable From and Payable to Broker-Dealers and Clearing Organizations

Amounts receivable from and payable to broker-dealers and clearing organizations at June 30, 2002, consist of the following:

	<u>Receivable</u>	<u>Payable</u>
Receivable from clearing organizations	\$ 7,024	\$ 780
Fees and commissions receivable/payable	-	
Other- Taxes and Accrued expenses	<u>177</u>	<u>9,885</u>
	<u>7,201</u>	<u>10,665</u>

Palmieri, Angnardo & Co., Inc.

Report on Statement of Financial Condition

June 30, 2002

AVAILABLE FOR PUBLIC INSPECTION

